# Senate File 2236 - Introduced

SENATE FILE 2236
BY COMMITTEE ON ECONOMIC
GROWTH

(SUCCESSOR TO SSB 3064)

# A BILL FOR

- 1 An Act relating to economic development by establishing an Iowa
- 2 innovation council in the department of economic development
- 3 and by providing for certain reports on innovation and
- 4 commercialization within certain targeted industries.
- 5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

- 1 Section 1. Section 15.102, Code Supplement 2009, is amended
- 2 by adding the following new subsection:
- 3 NEW SUBSECTION. 6A. "Targeted industries" means the same as
- 4 defined in section 15.411, subsection 1.
- 5 Sec. 2. Section 15.104, subsection 8, paragraph 1, Code
- 6 Supplement 2009, is amended to read as follows:
- 8 assistance innovation and commercialization. A report of
- 9 the expenditures of moneys appropriated and allocated to
- 10 the department for certain programs authorized pursuant to
- 11 section sections 15.411 and 15.412 relating to the development
- 12 and commercialization of businesses in the targeted industry
- 13 areas of advanced manufacturing, bioscience, and information
- 14 technology, including a summary of the activities of the
- 15 technology commercialization committee created pursuant to
- 16 section 15.116 and the Iowa innovation council established
- 17 pursuant to section 15.117A and including copies of any
- 18 documents, reports, or plans produced by the council.
- 19 Sec. 3. Section 15.117, Code 2009, is amended to read as
- 20 follows:
- 21 15.117 Chief technology officer.
- 22 The governor shall appoint a chief technology officer
- 23 for the state. The chief technology officer shall serve
- 24 a four-year two-year term and shall have national or
- 25 international stature as a senior executive at a technology
- 26 business in one of the targeted industries. The chief
- 27 technology officer shall coordinate the activities of the
- 28 technology commercialization specialist employed pursuant to
- 29 section 15.115. The chief technology officer shall serve as
- 30 a spokesperson for the department for purposes of promoting
- 31 to private sector businesses the technology commercialization
- 32 efforts of the department and the research and technology
- 33 capabilities of institutions of higher learning in the state.
- 34 Sec. 4. NEW SECTION. 15.117A Iowa innovation council.
- 35 1. An Iowa innovation council is established within the

- 1 department. The department shall provide the council with
- 2 staff and administrative support. The department may expend
- 3 moneys allocated to the innovation and commercialization
- 4 division in order to provide such support. The department may
- 5 adopt rules for the implementation of this section.
- 6 2. The council shall consist of the following members:
- 7 a. Twenty-nine voting members as follows:
- 8 (1) Twenty members selected by the board to serve staggered,
- 9 two-year terms beginning and ending as provided in section
- 10 69.19. Of the members selected by the board, seven shall be
- 11 representatives from businesses in the targeted industries
- 12 and thirteen shall be individuals who serve on the technology
- 13 commercialization committee created in section 15.116, or
- 14 other committees of the board, and who have expertise with the
- 15 targeted industries. At least ten of the members selected
- 16 pursuant to this subparagraph shall be executives actively
- 17 engaged in the management of a business in a targeted industry.
- 18 The members selected pursuant to this paragraph shall reflect
- 19 the size and diversity of businesses in the targeted industries
- 20 and of the various geographic areas of the state.
- 21 (2) One member, selected by the governor, who also serves on
- 22 the Iowa capital investment board created in section 15E.63.
- 23 (3) The director of the department, or the director's
- 24 designee.
- 25 (4) The chief technology officer appointed pursuant to
- 26 section 15.117.
- 27 (5) The person designated as the chief information officer
- 28 pursuant to section 8A.104, subsection 12, or, if no person
- 29 has been so designated, the director of the department of
- 30 administrative services, or the director's designee.
- 31 (6) The president of the state university of Iowa, or the
- 32 president's designee.
- 33 (7) The president of Iowa state university of science and
- 34 technology, or the president's designee.
- 35 (8) The president of the university of northern Iowa, or the

1 president's designee.

16 representatives.

- 2 (9) Two community college presidents from geographically 3 diverse areas of the state, selected by the Iowa association 4 of community college trustees.
- 5 b. Four members of the general assembly serving two-year 6 terms in a nonvoting, ex officio capacity, with two from the 7 senate and two from the house of representatives and not more 8 than one member from each chamber being from the same political 9 party. The two senators shall be designated one member each 10 by the president of the senate after consultation with the 11 majority leader of the senate, and by the minority leader of 12 the senate. The two representatives shall be designated one 13 member each by the speaker of the house of representatives 14 after consultation with the majority leader of the house of 15 representatives, and by the minority leader of the house of
- 3. To be eligible to serve as a designee pursuant to subsection 2, a person must have sufficient authority to make decisions on behalf of the organization being represented.

  20 A person named as a designee pursuant to subsection 2 shall not name a designee nor permit a substitute to attend council meetings.
- 4. The chief technology officer appointed pursuant to section 15.117 shall be the chairperson of the council and shall be responsible for convening meetings of the council and coordinating its activities and shall convene the council at least annually. The council shall annually elect one of the voting members to serve as vice chairperson. A majority of the members of the council constitutes a quorum. However, the chief technology officer shall not convene a meeting of the council unless the director of the department, or the director's designee, is present at the meeting.
- 33 5. The purpose of the council is to advise the department 34 on the development and implementation of public policies 35 that enhance innovation and entrepreneurship in the targeted

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- 1 industries, with a particular focus on the information,
- 2 technology, and skills that increasingly dominate the
- 3 twenty-first century economy. Such advice may include
- 4 evaluating Iowa's competitive position in the global economy,
- 5 reviewing the technology typically utilized in the state's
- 6 manufacturing sector, assessing the state's overall scientific
- 7 research capacity, keeping abreast of the latest scientific
- 8 research and technological breakthroughs and offering guidance
- 9 as to their impact on public policy, recommending strategies
- 10 that foster innovation, increase new business formation, and
- 11 otherwise promote economic growth in the targeted industries,
- 12 and offering guidance about future developments in the targeted
- 13 industries.
- 14 6. The council shall do all of the following:
- 15 a. Create a comprehensive strategic plan for implementing
- 16 specific policies that further the purpose of the council as
- 17 described in subsection 6.
- 18 b. Review annually all the economic development programs
- 19 administered by the department and the board that relate to the
- 20 targeted industries and make recommendations for adjustments
- 21 that enhance efficiency and effectiveness. In reviewing the
- 22 programs, the council shall, to the greatest extent possible,
- 23 utilize economic development data and research in order to make
- 24 objective, fact-based recommendations.
- c. Act as a forum where issues affecting the research
- 26 community, the targeted industries, and policymakers can be
- 27 discussed and addressed and where collaborative relationships
- 28 can be formed.
- 29 d. Coordinate state government applications for federal
- 30 funds relating to research and economic development affecting
- 31 the targeted industries.
- 32 e. Conduct industry research and draft documents that
- 33 provide background information for use in decision making by
- 34 the general assembly, the governor, the department, and other
- 35 policymaking bodies within state government.

1 EXPLANATION

- 2 This bill establishes an Iowa innovation council within the 3 department of economic development.
- 4 The bill amends the term and duties of the chief technology
- 5 officer appointed pursuant to Code section 15.117 and provides
- 6 that the chief technology officer is the chairperson of the 7 council.
- 8 The council consists of 29 voting members. Twenty of the
- 9 members are selected by the economic development board to
- 10 serve staggered two-year terms. Of the members selected by
- 11 the board, seven are representatives from businesses in the
- 12 targeted industries and 13 are individuals who also serve on
- 13 the technology commercialization committee created in Code
- 14 section 15.116, or other committees of the board, and who
- 15 have expertise with the targeted industries. At least 10 of
- 16 the members selected by the board must be executives actively
- 17 engaged in the management of a business in a targeted industry.
- 18 The remaining members consist of the following: one member,
- 19 selected by the governor, who also serves on the Iowa capital
- 20 investment board, the director of the department, or the
- 21 director's designee, the chief technology officer, the chief
- 22 information officer from the department of administrative
- 23 services, the presidents of the regents universities or their
- 24 designees, and two community college presidents from different
- 25 areas of the state.
- 26 There are four legislative members serving on the council
- 27 in a nonvoting, ex officio capacity: two from the senate and
- 28 two from the house of representatives. These four members are
- 29 appointed by majority and minority leadership and there may
- 30 not be more than one member from each chamber from the same
- 31 political party.
- 32 The chief technology officer is responsible for convening
- 33 meetings of the council and coordinating its activities. The
- 34 council must annually elect one of the voting members to serve
- 35 as vice chairperson. The chief technology officer cannot

- 1 convene a meeting of the council unless the director of the
- 2 department, or the director's designee, is present at the
- 3 meeting.
- 4 The purpose of the council is to advise the department on the
- 5 development and implementation of public policies that enhance
- 6 innovation and entrepreneurship in the targeted industries,
- 7 with a particular focus on the information, technology, and
- 8 skills that increasingly dominate the twenty-first century
- 9 economy. The activities of the council and the technology
- 10 commercialization committee are to be included in the Iowa
- 11 economic development board's annual report.
- 12 The bill provides that the council must: create a
- 13 comprehensive strategic plan for implementing specific policies
- 14 that further the purpose of the council; review annually
- 15 all the economic development programs administered by the
- 16 department and the board that relate to the targeted industries
- 17 and make recommendations for adjustments that enhance
- 18 efficiency and effectiveness; act as a forum where issues
- 19 affecting the research community, the targeted industries,
- 20 and policymakers can be discussed and addressed and where
- 21 collaborative relationships can be formed; coordinate state
- 22 government applications for federal funds relating to research
- 23 and economic development affecting the targeted industries;
- 24 conduct industry research and draft documents that provide
- 25 background information for use by the general assembly, the
- 26 governor, the department, and other policymaking bodies within
- 27 state government.